

UNITED STATES DISTRICT COURT  
WESTERN DISTRICT OF WASHINGTON  
AT SEATTLE

PACIFIC TOPSOILS, INC., a Washington  
corporation,

Plaintiff,

v.

UNITED WOOD PRODUCTS COMPANY, an  
Oregon corporation,

Defendant.

CASE NO. C04-2187C

ORDER

I. INTRODUCTION

This matter has come before the Court on Plaintiff's motion for summary judgment (Dkt. No. 13) and Defendant's motion to amend its Answer (Dkt. No. 20). Having carefully considered the papers filed by the parties in support of and in opposition to the motions, the Court has determined that no oral argument shall be necessary. For the reasons that follow, the Court hereby GRANTS Plaintiff's motion and DENIES Defendant's motion.

II. BACKGROUND

A. *Procedural background*

Plaintiff originally brought this breach of contract action in Snohomish County Superior Court,

1 seeking judgment for the principal amount of \$87,720.63, plus interest, costs and attorney fees. Upon  
2 learning that Defendant intended to remove the action to federal district court, Plaintiff immediately  
3 sought to amend its complaint to seek judgment for the principal amount of \$74,999.99, plus interest,  
4 costs and attorney fees. On December 29, 2004, this Court denied Plaintiff's motion for remand on the  
5 basis that the amount in controversy exceeded the jurisdictional minimum.

6 At this juncture, it appears that Plaintiff's amended complaint was never successfully filed,  
7 rendering the original complaint the operative complaint.

8 *B. Factual background*

9 Plaintiff and Defendant entered into an agreement whereby Plaintiff agreed to supply certain wood  
10 products or other related materials to Defendant for use in Defendant's business. Defendant in turn  
11 supplied these products to the Kimberly-Clark paper mill plant in Everett, Washington, for use as "hog  
12 fuel" to burn in an electrical plant.

13 The record reflects that the price set for the goods sold fluctuated somewhat and that the parties'  
14 agreement thereto was memorialized only in an informal manner. The record contains only  
15 communications from Defendant's personnel setting or confirming prices – Plaintiff did not play an active  
16 role.<sup>1</sup> The record also reflects that there are 949 invoices, representing a little over 850 orders, which do  
17 not appear to have been paid.<sup>2</sup> Some dates have more than one invoice, but each invoice appears to  
18 correspond to a separate load.

19 Plaintiff has now moved for summary judgment, claiming that the outstanding balance owed is  
20 \$87,720.63, plus interest of \$14, 995.91, costs of \$639.00, and attorney's fees of \$125.00, for a total of  
21

---

22 <sup>1</sup>The Court notes that Defendant has had ample opportunity to submit documentation suggesting  
23 otherwise, but has failed to do so.

24 <sup>2</sup>Although Defendant states that Plaintiff identified 350 "deliveries," Defendant does not explain  
25 how or where it obtains this number, or why this number is relevant in the face of the documentary  
evidence in the record.

1 \$103,480.54.

2 III. ANALYSIS

3 Rule 56 of the Federal Rules of Civil Procedure governs summary judgment motions, and  
4 provides in relevant part, that “[t]he judgment sought shall be rendered forthwith if the pleadings,  
5 depositions, answers to interrogatories, and admissions on file, together with the affidavits, if any, show  
6 that there is no genuine issue of material fact and that the moving party is entitled to a judgment as a  
7 matter of law.” Fed. R. Civ. P. 56(c). In determining whether an issue of fact exists, the court must view  
8 all evidence in the light most favorable to the non-moving party and draw all reasonable inferences in that  
9 party’s favor. *Anderson v. Liberty Lobby, Inc.*, 477 U.S. 242, 248-50 (1986); *Bagdadi v. Nazar*, 84 F.3d  
10 1194, 1197 (9<sup>th</sup> Cir. 1996). A genuine issue of material fact exists where there is sufficient evidence for a  
11 reasonable fact-finder to find for the non-moving party. *Anderson*, 477 U.S. at 248. The moving party  
12 bears the burden of showing that there is no evidence which supports an element essential to the non-  
13 movant’s claim. *Celotex Corp. v. Catrett*, 477 U.S. 317, 322 (1986).

14 In order to defeat a motion for summary judgment, the non-moving party must make more than  
15 conclusory allegations, speculations or argumentative assertions that material facts are in dispute. *Wallis*  
16 *v. J.R. Simplot Co.*, 26 F.3d 885, 890 (9<sup>th</sup> Cir. 1994).

17 In the case at bar, the Court finds that Defendant has failed to show that any genuine issue of  
18 material fact remains for trial. Defendant’s multiple attempts to cast doubt on the principal amount  
19 demanded by Plaintiff all fail for lack of factual support. The sole source of evidence relied upon by  
20 Defendant is a declaration filed by Mr. James Winters, president of United Wood Products. For example,  
21 Mr. Winters claims that the parties had agreed upon a price of \$6.00 per ton for local deliveries. (Winters  
22 Decl. ¶ 4.) Neither Mr. Winters nor Defendant offers any explanation of why this “agreed” price never  
23 shows up in the documentation supplied to the Court by Plaintiff. Without such an explanation, the  
24 Court cannot give Mr. Winters’s declaration any credence.

25 Defendant also argues that summary judgment would be inappropriate because of its intent to

1 amend its answer to add a counterclaim for price fixing. Fed. R. Civ. P. 15(a) provides that leave to  
2 amend a complaint or pleading “shall be freely given when justice so requires.” However, a court shall  
3 not grant leave where “the amendment of the complaint would cause the opposing party undue prejudice,  
4 is sought in bad faith, constitutes an exercise in futility, or creates undue delay.” *Ascon Props., Inc. v.*  
5 *Mobil Oil Co.*, 866 F.2d 1149, 1160 (9<sup>th</sup> Cir. 1989).

6 Here, Defendant fails to show why the interests of justice require that it be allowed to amend its  
7 complaint. Defendant’s brief in support of its motion argues only that the deadline for amending the  
8 pleadings has not yet passed. Although the standard for allowing a party to amend a pleading is a liberal  
9 one, a party seeking to amend a pleading must show at least a minimum of factual support for the  
10 amendment. Defendant has failed to allege any facts to support its price fixing claim. Moreover, the  
11 timing of the amendment strongly suggests that the motion was brought in bad faith. Given Defendant’s  
12 failure to muster any credible factual allegations in support of its opposition to Plaintiff’s motion for  
13 summary judgment, the Court construes its similar failure with respect to its motion to amend as a telltale  
14 sign of futility, if not of bad faith. For these reasons, Defendant’s motion for leave to amend must be  
15 DENIED.

#### 16 IV. CONCLUSION

17 In accordance with the foregoing, the Court finds that Defendant fails to show that any genuine  
18 issue of material fact remains for trial. Plaintiff’s motion for summary judgment is therefore GRANTED.

19 Because the Court finds that the amount due Plaintiff can be computed with exactness and  
20 without reliance on opinion or discretion, Plaintiff is entitled to pre-judgment interest at a rate of 12% per  
21 annum. *Prier v. Refrigeration Eng’g Co.*, 442 P.2d 621 (1968). Post-judgment interest on the principal  
22 judgment amount, pre-judgment interest, costs and fees shall accrue at 12% per annum until

23 //

24 //

25 //

26 ORDER – 4

1 paid in full. Plaintiff is directed to file a proposed order reflecting an updated pre-judgment interest  
2 amount within five (5) days of entry of this Order.

3 SO ORDERED this 23d day of May, 2005.

4  
5  
6   
7 UNITED STATES DISTRICT JUDGE  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25